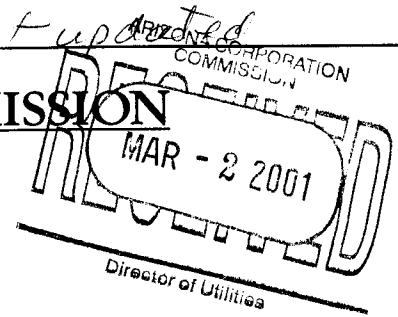
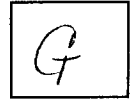


Reg. Assessment updated

**ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION**



ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY



G-02527A GAS
GRAHAM COUNTY UTILITIES, INC. (GAS DIVISION)
PO DRAWER B
PIMA AZ 85543-0000

ANNUAL REPORT

FOR YEAR ENDING

12	31	2000
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FOR COMMISSION USE

ANN 02	00
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COMPANY INFORMATION

Company Name (Business Name) Graham County Utilities, INC. GAS

Mailing Address P.O. Drawer B
(Street)

Pima
(City)

AZ
(State)

85543
(Zip)

(520) 485-2451

Telephone No. (Include Area Code)

(520) 485-9491

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

Local Office Mailing Address P.O. Drawer B
(Street)

Pima
(City)

AZ
(State)

85543
(Zip)

(520) 485-2451

Local Office Telephone No. (Include Area Code)

(520) 485-9491

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

MANAGEMENT INFORMATION

Management Contact: Russ Barney
(Name)

Finance Manager
(Title)

P.O. Drawer B
(Street)

Pima
(City)

AZ
(State)

85543
(Zip)

(520) 485-2451

Telephone No. (Include Area Code)

(520) 485-9491

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

On Site Manager: Steve Lines
(Name)

P.O. Drawer B
(Street)

Pima
(City)

AZ
(State)

85543
(Zip)

(520) 485-2451

Telephone No. (Include Area Code)

(520) 485-9491

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

Statutory Agent: Leven B. Ferrin

(Name)

1536 Cherokee Lane

(Street)

Safford,

(City)

AZ

(State)

85546

(Zip)

(520) 428-1602

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Attorney: Michael M. Grant

(Name)

2600 N Central Avenue

(Street)

Phoenix,

(City)

AZ

(State)

85004

(Zip)

(602) 530-8000

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ **Sole Proprietor (S)**

☐ **C Corporation (C) (Other than Association/Co-op)**

☐ **Partnership (P)**

☐ **Subchapter S Corporation (Z)**

☐ **Bankruptcy (B)**

☒ **Association/Co op (A)**

☐ **Receivership (R)**

☐ **Limited Liability Company**

☐ **Other (Describe)** _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ **APACHE**

☐ **COCHISE**

☐ **COCONINO**

☐ **GILA**

☒ **GRAHAM**

☐ **GREENLEE**

☐ **LA PAZ**

☐ **MARICOPA**

☐ **MOHAVE**

☐ **NAVAJO**

☐ **PIMA**

☐ **PINAL**

☐ **SANTA CRUZ**

☐ **YAVAPAI**

☐ **YUMA**

☐ **STATEWIDE**

SERVICES AUTHORIZED TO PROVIDE

Check the following box/s for the services that you are authorized to provide:

☐ **Electric**

- ☐ Investor Owned Electric
- ☐ Rural Electric Cooperative
- ☐ Electric Service Provider
- ☐ Transmission Service Provider
- ☐ Utility Distribution Company
- ☐ Meter Service Provider
- ☐ Meter Reading Service Provider
- ☐ Billing and Collection
- ☐ Ancillary Services

☐ **Telecommunications**

- ☐ Incumbent Local Exchange Carrier
- ☐ Interexchange Carrier
- ☐ Competitive Local Exchange Carrier
- ☐ Reseller
- ☐ Alternative Operator Service Provider

☒ **Gas**

- ☒ Natural Gas
- ☐ Propane

☐ **Other** (Specify) _____

STATISTICAL INFORMATION

Total number of customers (All Utilities) 4,671

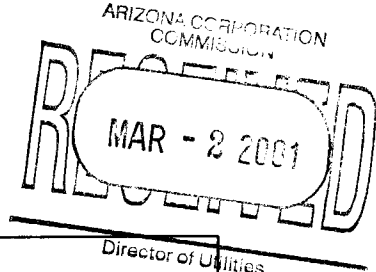
Total access lines (Telecommunications Only) _____ lines

Total kiloWatt hours sold (Electric Utility Only) _____ kWh

Maximum Peak Load (Electric Utility Only) _____ mW

Total therms sold (Gas Utility Only) 2,905,590 therms

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**



VERIFICATION

STATE OF _____
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME) GRAHAM	
NAME (OWNER OR OFFICIAL) TITLE Steve Lines General Manager	
COMPANY NAME Graham County Utilities, INC. GAS	

Director of Utilities

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2000

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2000 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 2,234,400

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 121,540
IN SALES TAXES BILLED, OR COLLECTED)

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

SIGNATURE OF OWNER OR OFFICIAL

TELEPHONE NUMBER _____

SUBSCRIBED AND SWORN TO BEFORE ME

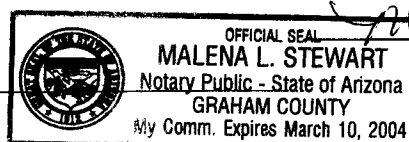
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 28th DAY OF

COUNTY NAME Graham	
MONTH Feb	20 <u>01</u>

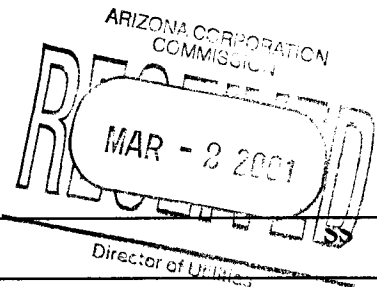
(SEAL)

MY COMMISSION EXPIRES



SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**



STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

(COUNTY NAME) GRAHAM	
NAME (OWNER OR OFFICIAL) Steve Lines	TITLE General Manager
COMPANY NAME Graham County Utilities, INC. GAS	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2000

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2000 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES \$ 1,712,766

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 94,181
IN SALES TAXES BILLED, OR COLLECTED

***RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.**

X Steve M. Lines
SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

28th

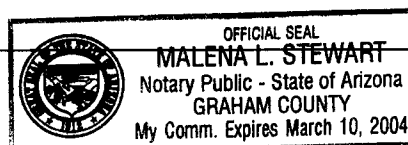
DAY OF

NOTARY PUBLIC NAME Malena L. Stewart	
COUNTY NAME Graham	
MONTH Feb	2001

(SEAL)

MY COMMISSION EXPIRES

X Malena L. Stewart
SIGNATURE OF NOTARY PUBLIC



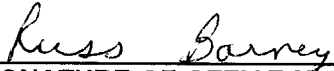
FINANCIAL AND STATISTICAL REPORT

Round ALL AMOUNTS to nearest dollar.

GRAHAM COUNTY UTILITIES, INC.
 GAS SYSTEM
 PIMA, AZ 85543
MONTH ENDING
 DECEMBER 31, 2000

CERTIFICATION

We hereby certify that the entries in this report are in accordance with the accounts and other records of the system and reflect the status of the system to the best of our knowledge and belief.


SIGNATURE OF OFFICE MANAGER OR ACCOUNTANT

1/24/01

DATE

SIGNATURE OF MANAGER

1-23-01

DATE
PART A. STATEMENT OF OPERATIONS
DECEMBER

ITEM	YEAR-TO-DATE			THIS MONTH
	LAST YEAR (a)	THIS YEAR (b)	BUDGET (c)	
1. Operating Revenue and Patronage Capital	1,953,906	2,095,352	2,005,080	372,888
2. Gas Production Expense	-	-	-	-
3. Cost of Purchased Gas	914,547	1,071,009	974,377	251,457
4. Transmission Expense	-	-	-	-
5. Distribution Expense - Operations	169,213	183,847	172,124	12,813
6. Distribution Expense - Maintenance	189,865	241,008	203,508	14,872
7. Consumer Accounts Expense	189,409	192,197	194,817	16,644
8. Customer Service and Informational Expense	-	-	-	-
9. Sales Expense	-	-	-	-
10. Administrative and General Expense	182,662	180,368	189,149	16,288
11. Total Operation & Maintenance Expense (2 - 10)	1,645,697	1,868,428	1,733,975	312,073
12. Depreciation and Amortization Expense	83,548	89,034	94,901	7,596
13. Tax Expense - Property	-	-	-	-
14. Tax Expense - Other	-	-	-	-
15. Interest on Long-Term Debt	126,397	135,077	129,630	12,689
16. Interest Charged to Construction - Credit	-	-	-	-
17. Interest Expense - Other	10,511	17,183	7,903	2,053
18. Other Deductions	-	-	-	-
19. Total Cost of Gas Service (11 - 18)	1,866,154	2,109,722	1,966,409	334,411
20. Patronage Capital & Operating Margins (1 - 19)	87,752	(14,371)	38,671	38,477
21. Non Operating Margins - Interest	523	6,992	32	1,909
22. Allowance for Funds Used During Construction				-
23. Non Operating Margins - Other				-
24. Generation & Transmission Capital Credits				-
25. Other Capital Credits and Patronage Dividends	9,130	8,845	9,130	-
26. Extraordinary Items				-
27. Patronage Capital or Margins (20 - 26)	97,405	1,467	47,833	40,387

PART B. DATA ON TRANSMISSION AND DISTRIBUTION PLANT

ITEM	YEAR-TO-DATE		ITEM	YEAR-TO-DATE	
	LAST YEAR (a)	THIS YEAR (b)		LAST YEAR (a)	THIS YEAR (b)
1. New Services Connected	111	100			
2. Service Retired		-	6. Miles Distribution	189	193
3. Total Services in Place	4,550	4,650			
4. Idle Services (Exclude Seasonal)	-	-	8. Total Miles (5+6+7)	189	193

FINANCIAL AND STATISTICAL REPORT	BORROWER DESIGNATION
	GAS SYSTEM
	MONTH ENDING
Round ALL AMOUNTS to nearest dollar.	DECEMBER 31, 2000

PART C. BALANCE SHEET

ASSETS AND OTHER DEBITS			LIABILITIES AND OTHER CREDITS		
1. Total Utility Plant in Service	2,832,179		26. Memberships	24,695	
2. Construction Work in Progress	15,538		27. Patronage Capital	(234,583)	
3. Total Utility Plant (1 + 2)	2,847,717		28. Operating Margins - Prior Years		
4. Accum. Provision for Depreciation & Amort.	1,328,172		29. Operating Margins - Current Year	(14,371)	
5. Net Utility Plant (3 -4)	1,519,545		30. Non Operating Margins	15,837	
6. Nonutility Property _ Net			31. Other Margins and Equities		
7. Invest in Assoc Org - Patronage Capital			32. Total Margins & Equities (26 thru 31)	(208,421)	
8. Invest in Assoc Org - General Funds	161,103		33. Long-Term Debt REA (Net)		
9. Invest in Assoc Org - Nongeneral Funds			(Payments - Unapplied \$		
10. Other Investments			34. Long-Term Debt - Other (net)	1,617,820	
11. Special Funds			(Payments - Unapplied \$		
12. Total Other Property & Investments (6 thru 11)	161,103		35 Total Long-Term Debt(33 + 34)	1,617,820	
13. Cash - General Funds			36. Notes Payable	-	
14. Cash - Construction Funds - Trustee			37. Accounts Payable	1,014,344	
15. Special Deposits			38. Consumers Deposits	50,430	
16. Temporary Investments	-		39. Other Current & Accrued Liabilities	43,634	
17. Notes Receivable - Net			40. Total Current & Accrued Liab (36 thru 39	1,108,408	
18. Accounts Receivable - Sales of Gas	195,989		41. Deferred Credits	-	
19. Accounts Receivable - Fuel Bank	492,368		42. Miscellaneous Operating Reserves		
20. Materials & Supplies - Gas & Other	76,315		43. Total Liabilities & Other Credits (32 +		
21. Prepayments	18,185		35 + 40 thru 42)	2,517,807	
22. Other Current & Accrued Assets			ESTIMATED CONTRIBUTIONS IN AID TO CONSTRUCTION		
23. Total Current & Accrued Assets (13 thru 22)	782,858		Balance Beginning of Year	448,050	
24. Deferred Debits	54,301		Amounts Received This Year (Net)	53,093	
25. Total Assets & Other Debits (5+12+23+24)	2,517,807		TOTAL Contributions in Aid of Construction	501,143	

PART D. CONSUMER SALES AND REVENUE DATA

CLASS OF SERVICE	THIS MONTH			YEAR TO DATE	
	NO. RECEIVING SERVICE	MCF SOLD	AMOUNT	MCF SOLD CUMULATIVE	AMOUNT CUMULATIVE
1. RESIDENTIAL SALES	4,427	33,754	285,963	211,606	1,604,873
2. IRRIGATION SALES	14	8	239	4,299	21,687
3. COMM & INDUSTRIAL	230	11,125	84,545	74,654	444,502
4. TOTAL GAS SALES	4,671	44,887	370,748	290,559	2,071,062
5. OTHER GAS REVENUE			2,140		24,290
6. TOTAL	4,671	44,887	372,888	290,559	2,095,352

PART E. GAS STATISTICS

ITEM	THIS MONTH	YEAR TO DATE	ITEM	THIS MONTH	YEAR TO DATE
1. MCF PURCHASED	60,305	334,958	6. OFFICE USE		
2.			7. UNACCOUNTED FOR	15,418	44,399
3. TOTAL PURCHASED	60,305	334,958	8. % SYSTEM LOSS	25.57%	13.26%
			9. MAXIMUM DEMAND		
4. TOTAL SOLD	44,887	290,559	10. MONTH WHEN MAXIMUM DEMAND OCCURRED		